REPORT TO THE HONORABLE

MAYOR AND CITY COUNCIL

SUMMARY OF APPROPRIATIONS TO FUND CITY'S OPPOSITION TO PROPOSED MERGER OF SOUTHERN CALIFORNIA EDISON COMPANY AND SAN DIEGO GAS & ELECTRIC COMPANY AND SUMMARY OF EXPENDITURES

Pursuant to your request the following is a summary of the appropriations which the City Council has made to fund the City's opposition to the proposed merger of Southern California Edison Company and San Diego Gas and Electric Company and expenditures by the City through December 31, 1990 in connection therewith:

Appropriations

Fiscal Year 1989 - \$ 651,625 (1)

Fiscal Year 1990 - \$3,508,000 (2)

Fiscal Year 1991 - \$1,600,000 (3)

\$5,759,625

OUTSIDE EXPENDITURES

Arent, Fox, Kintner, Plotkin & Kahn, Washington D.C. General legal services in connection with opposition to proposed merger, with primary emphasis on proceedings before FERC.

\$2,891,888.30

Economists, Inc., Washington D.C.

Economic studies; prepared testimony for proceedings before FERC and CPUC primarily directed at anti-competitive and anti-trust issues; cross-examination at FERC; assistance in preparing cross-examination of applicants' witnesses before FERC and CPUC.

\$ 916,554.00

ICF Technology, Inc., Los Angeles, California

Assistance and expert testimony in connection with environmental assessments, draft Environmental Impact Report before FERC and CPUC.

\$ 80,636.28

Litigation Support Services, San Diego, California Assistance in establishing filing and computer systems for documents in connection with proceedings before FERC and CPUC.

\$ 120,262.29

MRW and Associates, Oakland, California

Economic studies; prepared testimony for proceedings before FERC and CPUC primarily directed at applicants alleged monetary savings and purported efficiencies; cross-examination at FERC and

CPUC; assistance in preparing cross-examination of applicant's witnesses before FERC and CPUC.

\$ 757,811.00

Orrick, Herrington and Sutcliffe, San Francisco, California Legal services in connection with Industrial Development Bond issues as they may relate to the proposed merger.

\$ 37,292.06

Adams and Broadwell, San Mateo, California Legal assistance in connection with environmental issues.

\$ 21,484.37

TOTAL

\$4,825,928.30

CITY ATTORNEY BUDGET

Fiscal Years 1989, 1990, 1991 \$ 930,000.00 GRAND TOTAL \$5,755,928.30

(1) Fiscal Year 1989 -

O-17221 dated January 17, 1989 - \$ 126,625.00 R-272909 dated February 21, 1989 - \$ 25,000.00 R-273024 dated March 20, 1989 - \$ 200,000.00 O-17274 dated April 3, 1989 - \$ 300,000.00

(2) Fiscal Year 1990 -

O-17326 dated July 18, 1989 - \$2,008,000.00 R-275165 dated February 13, 1990 - \$1,500,000.00

(3) Fiscal Year 1991 -

O-17504 dated July 25, 1990 - \$1,600,000.00

Respectfully submitted, JOHN W. WITT

City Attorney

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RC-91-7